

LIBERTY HILL FIELD

06-318 thru 06-320

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, APRIL 4, 2006**, upon the application of **CHESAPEAKE OPERATING, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston Formation, Reservoir B; the Hosston Zone, Reservoir C; and the Cotton Valley Zone, Reservoir A**, in the Liberty Hill Field, Bienville Parish, Louisiana.

1. To dissolve the two (2) drilling and production units designated HOSS RB SUA and HOSS RB SUB, created for the exploration for and production of gas and condensate from the Hosston Formation, Reservoir B, by Office of Conservation Order No. 578-C-1, effective August 6, 2002.
2. To create eight (8) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Zone, Reservoir C.
3. To create eight (8) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Zone, Reservoir A.
4. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
5. To designate a unit operator of, and unit wells for, the proposed additional units as may be appropriate.
6. To permit Applicant to combine downhole production from the Hosston Zone, Reservoir C, with production from the Cotton Valley Zone, Reservoir A, in any well drilled on the proposed identical units for these zones in which the interests in such units are identical.
7. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 578-C-2, effective April 12, 2005, as amended and supplemented, and all applicable Statewide Orders, to the proposed additional units for the Hosston Zone, Reservoir C.
8. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 578-D, effective April 12, 2005, as amended and supplemented, and all applicable Statewide Orders, to the proposed additional units for the Cotton Valley Zone, Reservoir A.
9. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir B, was defined in Office of Conservation Order No. 578-C-1, effective August 6, 2002.

The Hosston Zone, Reservoir C, was defined in Office of Conservation Order No. 578-C-2, effective April 12, 2005.

The Cotton Valley Zone, Reservoir A, was defined in Office of Conservation Order No. 578-D, effective April 12, 2005.

Plats are available for inspection in the Office of Conservation in **Baton Rouge and Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

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All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, La
2/17/06;2/22/06
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**IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH
DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-
ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275
IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.**